LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 6598 NOTE PREPARED: Dec 20, 2005

BILL NUMBER: HB 1070 BILL AMENDED:

SUBJECT: Driver's Licenses, Permits, and Identification.

FIRST AUTHOR: Rep. Noe BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: GENERAL IMPACT: State

X DEDICATED FEDERAL

Summary of Legislation: This bill does the following:

- (1) makes certain changes concerning the contents of and application procedure for a driver's license, learner's permit, or identification card to comply with federal law, and provides that a driver's license held by a noncitizen expires after one year or on the date the noncitizen is no longer permitted to lawfully reside in the United States;
- (2) requires that an application for a driver's license, permit, or identification card by a person who does not have a Social Security number include: (A) a verification of the applicant's ineligibility for a Social Security number; and (B) a verification of the applicant's identity and lawful status;
- (3) permits the Bureau of Motor Vehicles (BMV) to temporarily invalidate a motor vehicle registration, license, permit, or identify card if the BMV believes that the registration, license, permit, or identification card was issued based on fraudulent documentation;
- (4) specifies that a person may not simultaneously possess a valid driver's license and valid identification card; and
- (5) makes other changes and conforming amendments.

Effective Date: July 1, 2006.

Explanation of State Expenditures: Making changes to certain BMV application procedures may increase technology expenditures for the BMV. The expenditures will come from the State Motor Vehicle Technology Fund, established

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for the purpose of paying for new technology as it becomes available to carry out the functions of the BMV.

The Fund is supported by a \$0.50 service charge collected by license branches for various transactions. Over the last three fiscal years, the Technology Fund has averaged \$5.5 M in revenue. This Fund is in addition to the normal budgetary appropriations. Expenditures from the Technology Fund require state Budget Agency approval.

Any expenditures associated with other parts of the bill are expected to be minimal to non-existent as the BMV already performs several of the functions listed.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Bureau of Motor Vehicles; Bureau of Motor Vehicles Commission.

Local Agencies Affected:

<u>Information Sources:</u> Mike Barnhart, Legislative Liaison for the Bureau of Motor Vehicles, 317-233-1218; *Revenue Trial Balance*.

Fiscal Analyst: James Sperlik, 317-232-9866.

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